prepared and submitted as part of the application process, including:

- (1) Justification for the modifications needed to meet the Life Safety Code or such other comparable fire and safety requirements;
- (2) Site description, site design, and site cost estimates;
- (3) Reasonable assurances with respect to receipt of a Life Safety Code capital grant under this part that:
- (i) The project being renovated is being, and will continue to be, used principally to furnish veterans the level of care for which VA awarded the applicant a grant under the Homeless Veterans Comprehensive Service Program Act of 1992; that not more than 25 percent of participants at any one time will be nonveterans; and that such services will meet the requirements of this part;
- (ii) The recipient will keep records and submit reports as VA may reasonably require, within the time frames required; and give VA, upon demand, access to the records upon which such information is based;
- (iii) The applicant has agreed to comply with the applicable requirements of this part and has demonstrated the capacity to do so;
- (iv) The applicant does not have an outstanding obligation to VA that is in arrears, and does not have an overdue or unsatisfactory response to an audit; and
- (v) The applicant is not in default, by failing to meet requirements for any previous assistance from VA.
- (c)(1) Cost-effectiveness. VA will award up to 300 points for cost-effectiveness with adjustments for high-cost areas. Applicants should address the following:
- (i) Estimated cost of the renovation and the type of work to be done;
- (ii) Estimated cost of any displacement of program participants or services due to the renovation; and
- (iii) Cost-benefit analysis addressing the benefit of renovation to the structure compared to moving program to another site.
- (2) Coordination. VA will award up to 200 points for a summary countersigned by the local VAMC Facilities Management of the discussions concerning ren-

ovation plans. The summaries should detail the following:

- (i) Urgency of the renovation;
- (ii) Adequacy of the renovation; and
- (iii) Opinion of feasibility and cost benefit.
- (d) The highest-ranked applications for the Life Safety Code capital grants for which funding is available will be selected to receive grants in accordance with their ranked order. The amount awarded will be 100 percent of the estimated total cost of the renovation as stated in the Life Safety Code application (this may include application costs, architectural fees, and engineering fees). VA will execute an agreement and make payments to the Life Safety Code capital grant recipient in accordance with §61.61 of this part and other applicable provisions of this part. In the event of a tie between applicants, VA will use the score from §61.20(c)(2) of this part to determine the ranking.
- (e) Applicants may apply for more than one Life Safety Code capital grant.
- (f) The authority to provide Life Safety Code grants expires on December 21, 2006.

(Authority: 38 U.S.C. 501, 2002, 2011, 2012, 2061, 2064, 7721 note)

## §61.30 Per diem-general.

VA provides per diem funds to capital grant recipients or to entities eligible to receive a capital grant, which established a program of supportive housing or services after November 10, 1992 so they can assist homeless veterans by helping to offset operating costs to ensure the availability of supportive housing and service centers tasked with furnishing outreach, rehabilitative services, vocational counseling and training, and transitional housing assistance.

(Authority: 38 U.S.C. 501, 2002, 2011, 2012, 2061, 2064, 7721 note)

## §61.31 Application for per diem.

(a) To apply for per diem, a capital grant recipient need only indicate the intent to receive per diem on the capital grant application or may separately request per diem by submitting